

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 1412 – SB 1418

March 17, 2017

SUMMARY OF ORIGINAL BILL: Requires the Tennessee Council for Career and Technical Education (Council) to submit an annual report to the Education Committees of the General Assembly on the amount of funds necessary to accomplish certain federal mandates and the amount of funding reimbursed to the Council for official business.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

SUMMARY OF AMENDMENT (005301): Deletes all language after the enacting clause. Requires the Tennessee Council for Career and Technical Education (Council) to add two additional members. Requires funds appropriated to the Council by the General Assembly to remain with the Council. Administratively attaches the Council to the Tennessee Board of Regents (TBR) rather than to the Department of Education (DOE).

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Increase State Expenditures – \$3,900

Other Fiscal Impact – Recurring funding and recurring expenditures estimated to be \$25,500 will shift from the Department of Education to the Tennessee Board of Regents.

Assumptions for the bill as amended:

- Currently, there are 13 members on the Council.
- Adding two additional members will increase the number of Council persons by 15.4 percent $[(15 - 13) / 13]$.
- The average spending for the Council over the past two years has been \$25,497.
- The recurring increase in state expenditures is estimated to be \$3,927 $\{[\$25,497 \times (100.0\% + 15.4\%)] - \$25,497\}$.

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- Detaching the Council from the DOE and reattaching it to the TBR will shift the current recurring funding and the current recurring expenditures of the Council from the DOE to the TBR.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee". The signature is written in a cursive, flowing style.

Krista M. Lee, Executive Director

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